COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN ADJUSTMENT OF GAS RATES OF)
THE UNION LIGHT, HEAT AND) CASE NO. 9029
POWER COMPANY)

ORDER GRANTING STAY

On October 24, 1984, the Commission approved new rates for Union Light, Heat and Power Company ("ULH&P"). Therein, ULH&P's "Transportation Service" rate was fixed at \$.76 per Mcf. On November 7, 1984, ULH&P filed a motion for a stay of this portion of the Commission's October 24, 1984, Order. ULH&P asks that the stay remain in effect until 45 days after the Commission's ruling on the merits of this issue on rehearing.

In support of this motion, ULH&P argues that the \$.76 rate imposed by the Commission's Order may cause it to lose industrial sales of natural gas to more competitive No. 6 fuel oil. ULH&P will, therefore, argue in its application for rehearing that the rate should be no higher than \$.60 per Mcf. However, ULH&P contends that the imposition of the \$.76 rate should be stayed pending the final determination of this issue to insure that it does not lose its present transportation service customers, Newport Steel, Ashland Oil, and U.S.S. Chemical.

Having considered the pleadings herein and being advised, the Commission HEREBY ORDERS that the implementation of that portion of the October 24, 1984, Order relating to Rate TS, Transportation Service, be and it hereby is stayed until 45 days after the Commission's Order on rehearing or the Order denying rehearing.

Done at Frankfort, Kentucky, this 13th day of November, 1984.

PUBLIC SERVICE COMMISSION

Chairman

Ob a

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Secretary